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CITY OF PALOS VERDES ESTATES and  
CHIEF OF POLICE JEFF KEPLEY

**UNITED STATES DISTRICT COURT  
CENTRAL DISTRICT OF CALIFORNIA; WESTERN DIVISION**

CORY SPENCER, an individual;  
DIANA MILENA REED, an  
individual; and COASTAL  
PROTECTION RANGERS, INC., a  
California non-profit public benefit  
corporation,

Plaintiffs,

v.

LUNADA BAY BOYS; THE  
INDIVIDUAL MEMBERS OF  
THE LUNADA BAY BOYS,  
including but not limited to SANG  
LEE, BRANT BLAKEMAN,  
ALAN JOHNSTON aka JALIAN  
JOHNSTON, MICHAEL RAE  
PAPAYANS, ANGELO  
FERRARA, FRANK FERRARA,  
CHARLIE FERRARA and N.F.;  
CITY OF PALOS VERDES  
ESTATES; CHIEF OF POLICE  
JEFF KEPLEY, in his  
representative capacity; and DOES  
1-10,

Defendants.

Case No. 2:16-cv-02129-SJO-RAO

Assigned to  
District Judge: Hon. S. James Otero  
Courtroom: 10C @ 350 W. First Street,  
Los Angeles, CA 90012

Assigned Discovery:  
Magistrate Judge: Hon. Rozella A. Oliver

**[EXEMPT FROM FILING FEES  
PURSUANT TO GOVERNMENT  
CODE § 6103]**

**DEFENDANTS CITY OF PALOS  
VERDES ESTATES AND CHIEF OF  
POLICE JEFF KEPLEY'S  
OPPOSITION TO PLAINTIFFS'  
MOTION TO RETAX COSTS**

[Filed concurrently with the Declaration  
of Antoinette P. Hewitt]

Complaint Filed: March 29, 2016  
Hearing: June 4, 2018  
Time: 10:00 a.m.  
Courtroom: 10C

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1 **I. INTRODUCTION**

2 Defendants City of Palos Verdes Estates and Chief of Police Jeff Kepley  
3 (collectively, the “City Defendants”) hereby oppose Plaintiffs Cory Spencer, Diana  
4 Milena Reed, and Coastal Protection Rangers, Inc.’s (collectively, “Plaintiffs”) Motion to Retax Costs (“Motion”). *See* Dkt. No. 581. Plaintiffs’ Motion is  
5 procedurally improper and should be denied on that basis; their Motion relies on  
6 evidence and arguments that were not part of the record presented to the Clerk as  
7 part of their Objections to the City Defendants’ Application to Tax Costs. *See* Dkt.  
8 No. 557 (Plaintiffs filed no exhibits in support thereof). Since a motion to retax  
9 costs under L.R. 54-8 is limited to the record before the Clerk as part of L.R. 54-2.2  
10 objections, Plaintiffs’ Motion must be denied to the extent it relies on evidence and  
11 argument outside of the record before the Clerk.  
12

13 Moreover, Plaintiffs fail to meet their burden with respect to the presumption  
14 in favor of awarding costs to the prevailing party, which further justifies denial of  
15 their Motion. The relevant factors previously discussed by the City Defendants  
16 (Dkt. No. 559) plainly demonstrate that Plaintiffs fall short of rebutting the  
17 presumption in favor of awarding costs. Additional pertinent case law and evidence  
18 cited herein demonstrates why Plaintiffs’ Motion should be denied, and why the  
19 City Defendants should recover their awarded costs.  
20

21 **II. PLAINTIFFS’ MOTION SHOULD BE DENIED DUE TO IMPROPER**  
22 **RELIANCE ON EVIDENCE AND ARGUMENT THEY FAILED TO**  
23 **PRESENT IN THEIR OBJECTIONS PURSUANT TO L.R. 54-8**

24 Following the Court’s entry of judgment in favor of the City Defendants  
25 (Dkt. No. 548), the City Defendants submitted their Application to Tax Costs (Dkt.  
26 No. 553). Thereafter, Plaintiffs filed objections (Dkt. No. 557), and the City  
27 Defendants responded (Dkt. No. 559). After considering the aforementioned  
28 filings, the Clerk taxed costs in the amount of \$23,119.11 in favor of the City

1 Defendants. *See* Dkt. No. 580.

2 Plaintiffs now challenge the costs award in favor of the City Defendants.  
3 L.R. 54-8 states the following:

4 Review of the Clerk's taxation of costs may be obtained by a  
5 motion to retax costs filed and served within seven (7) days of  
6 the Clerk's decision. That review will be limited to the record  
7 made before the Clerk, and encompass only those items  
specifically identified in the motion.

8 Emphasis added. Based on the plain language of the local rules, consideration of a  
9 motion to retax costs is expressly limited to the record made before the Clerk.  
10 Evidence and argument not presented to the Clerk in Objections under L.R. 54-2.2  
11 fall outside the "record" within the meaning of L.R. 54-8, and cannot be considered  
12 in a motion to retax costs. *See Memory Lane, Inc. v. Classmates International, Inc.*,  
13 2014 WL 12617383, \*3 (C.D. Cal. July 25, 2014) (observing that evidence newly  
14 presented in a motion to retax costs "was not before the Clerk").

15 As part of this Court's Standing Order "...counsel are ordered to familiarize  
16 themselves with ... the Local Rules ("L.R.") of the Central District of California."  
17 Standing Order for Civil Cases Assigned to Judge S. James Otero, A-2:13-14.  
18 Having litigated this case for over two years, it must be presumed that counsel for  
19 all parties—including Plaintiffs' counsel—have familiarized themselves with the  
20 local rules of this district. It must further be presumed that Plaintiffs' counsel were  
21 aware that the record for a motion under L.R. 54-8 would be limited in scope to that  
22 which was presented to the Clerk in Objections filed pursuant to L.R. 54-2.2.  
23 Plaintiffs' Objections to the City Defendants' Application to Tax Costs cite to the  
24 City Defendants' Application to Tax Costs (Dkt. No. 553), the Court's Order  
25 Granting Summary Judgment (Dkt. No. 545), and the Court's Order Granting in  
26 Part and Denying in Part the City Defendants' Motion to Dismiss (Dkt. No. 84).  
27 No other filings are referenced. Plaintiffs also chose not to submit any evidence,  
28 declarations, exhibits, or other documents in creating the record before the Clerk.

1 See Dkt. No. 557.

2 In violation of L.R. 54-8, Plaintiffs improperly attempt to create a new record  
3 that they failed to present to the Clerk. Plaintiffs attach to the Declaration of  
4 Russell C. Peterson (“Peterson Decl.”; Dkt. No. 581-2) a total of seven exhibits  
5 comprising 85-pages of documents that were not part of the record before the Clerk.  
6 Such conduct stands as a clear violation of the local rules of this district and of the  
7 Standing Order of this Court. Consideration of Plaintiffs’ Motion is limited to the  
8 record before the Clerk, which they attempt to circumvent by submitting the new  
9 exhibits to the Peterson Decl. This violates L.R. 54-8. Such conduct also  
10 demonstrates that Plaintiffs’ counsel either knowingly violated this Court’s  
11 Standing Order, or failed to apprise themselves thereof. Plaintiffs’ Motion should  
12 be denied on these grounds alone. In the alternative, the Court should strike or  
13 otherwise disregard the entirety of the Peterson Decl., as Plaintiffs omitted all such  
14 evidence from the record before the Clerk by failing to present such evidence in  
15 their Objections under L.R. 54-2.2.

16  
17 **III. PLAINTIFFS’ NEW ARGUMENTS AND EVIDENCE CANNOT**  
18 **OVERCOME THE PRESUMPTION IN FAVOR OF AWARDING**  
**COSTS AS A MATTER OF LAW**

19 The City Defendants refer to and incorporate by reference the previously  
20 filed Response to Plaintiffs’ Objections to the City’s Application to Tax Costs. See  
21 Dkt. No. 559. Ultimately, the Clerk awarded the City Defendants 87% of the costs  
22 requested—a decidedly reasonable cost award that contradicts Plaintiffs attempt to  
23 mischaracterize as “overreaching and improper.” As the losing party, Plaintiffs  
24 bear the burden of overcoming the presumption in favor of awarding costs by  
25 affirmatively showing that the City Defendants—as the prevailing party—are not  
26 entitled to costs. See *Save Our Valley v. Sound Transit*, 335 F.3d 932, 944-945 (9th  
27 Cir. 2003). Because Plaintiffs fail to overcome this presumption, their Motion  
28 should be denied.



1  
2 **A. The City Defendants Are the “Prevailing Party” For All Purposes**  
3 **in this Action**

4 At the outset, Plaintiffs do not cite any authority regarding their erroneous  
5 contention that the City Defendants are not the “prevailing party” in this action.  
6 The Ninth Circuit provides for the following when determining whether a party is a  
7 “prevailing party” for the purposes of awarding costs:

8 A litigant need not prevail on every issue, or even on the  
9 “central issue” in the case, to be considered the prevailing party.  
10 It is enough that she succeeds “on any significant claim  
11 affording some of the relief sought.” If the [party] is only  
12 partially successful in seeking the relief, and achieves only  
13 some of the benefit sought by the litigation, she is still  
14 considered the prevailing party. “The degree of success is  
15 irrelevant to the question whether the [party] is the prevailing  
16 party.”

17 *Hashimoto v. Dalton*, 118 F.3d 671, 677 (9th Cir. 1997) (emphasis added). It is  
18 beyond dispute that the Court granted in full the City Defendants’ Motion for  
19 Summary Judgment. See Dkt. No. 545 (“the Court **GRANTS** Defendants City of  
20 Palos Verdes Estates and Chief of Police Jeff Kepley’s Motion for Summary  
21 Judgment” (emphasis in original)). Under *Hashimoto*, the City Defendants  
22 succeeded on the sole claim brought against them in *this action*, and are the  
23 prevailing party for the purposes of awarding costs. The outcome of the state-court  
24 action has no bearing on an award of costs in this action; no authority is cited  
25 regarding this incorrect proposition by Plaintiffs. As one court stated, when one  
26 party wins on every claim at issue, “determining which party has prevailed is a  
27 straightforward task.” *Manildra Milling Corp. v. Ogilvie Mills, Inc.*, 76 F.3d 1178,  
28 1182 (Fed. Cir. 1996). Here, the City Defendants prevailed on every claim at issue,  
and should be awarded costs as the prevailing party. There is no evidence to the  
contrary.

1           1. Plaintiffs’ request to “defer” the award of costs lacks merit

2           Like the contentions regarding who is a “prevailing party,” Plaintiffs  
3 similarly err in seeking to defer the award of costs to the City Defendants. There is  
4 simply no authority for the “wait and see” approach to awarding costs that Plaintiffs  
5 mistakenly advocate; the City Defendants prevailed in this action, and now  
6 appropriately seek a narrowly-tailored award of costs. The outcome of the state-  
7 court action has no bearing on the fact that the City Defendants prevailed in *this*  
8 action. If Plaintiffs disagree, then they may file a separate appeal, as an award of  
9 costs is separately appealable. *See Walker v. State of Calif.*, 200 F.3d 624, 626 (9th  
10 Cir. 1999). There is no basis to “defer” an award of costs, and Plaintiffs’ arguments  
11 on this issue should be disregarded.

12           **B. Factors Considered in the Ninth Circuit Support an Award of**  
13 **Costs, Warranting Denial of Plaintiffs’ Motion**

14           The Supreme Court notes that Rule 54(d)(1) creates a presumption in favor  
15 of awarding costs to the prevailing party. *See Marx v. General Revenue Corp.*, 133  
16 S.Ct. 1166, 1172-1173 (2013). Thus, any analysis of whether to award costs begins  
17 with the presumption that the prevailing party should recover allowable costs.  
18 Then, the losing party (here, Plaintiffs) must affirmatively rebut that presumption  
19 and demonstrate that the prevailing party is not entitled to recover its costs. *See*  
20 *Save Our Valley, supra*, 335 F.3d at 944-945. The City Defendants recognize that  
21 courts retain discretion to decide whether to award costs; however, deviating from  
22 this presumption requires a “valid reason,” which Plaintiffs fail to identify in their  
23 Motion. *See Berkla v. Corel Corp.*, 302 F.3d 909, 921 (9th Cir. 2002) (district  
24 court exercising discretion to deny costs must be based on specified reasons); *see*  
25 *Save Our Valley, supra* (declining to award costs to prevailing party must be  
26 supported by a “valid reason”). Moreover, the fact that an action happens to  
27 involve civil rights does not affect application of the presumption in favor of  
28



1 awarding costs to the prevailing party. *See Association of Mexican-American*  
2 *Educators v. State of California*, 231 F.3d 572, 593 (9th Cir. 2000) (“We do not  
3 mean to suggest that the presumption in favor of awarding costs to prevailing  
4 parties does not apply to defendants in civil rights actions”). Among the factors  
5 considered are “(1) the substantial public importance of the case, (2) the closeness  
6 and difficulty of the issues in the case, (3) the chilling effect on future similar  
7 actions, (4) the plaintiff’s limited financial resources, and (5) the economic disparity  
8 between the parties.” *Escriba v. Foster Poultry Farms, Inc.*, 743 F.3d 1236, 1247–  
9 48 (9th Cir. 2014).

- 10 1. The issues were not close or difficult in this case; the Court’s  
11 orders on class certification and summary judgment demonstrate  
12 that Plaintiffs’ were plainly not entitled to the relief requested

13 Plaintiffs avoid discussing the closeness and difficult of the issues in this  
14 case. Plaintiffs likely avoid such a discussion, because this Court found that there  
15 were no close or difficult issues in denying class certification and in granting the  
16 City Defendants’ Motion for Summary Judgment. For example, in denying class  
17 certification, this Court set forth the following clear reasons:

- 18 • “...Plaintiffs have no admissible evidence that ‘this beach-going class  
19 is minimally more than 20,000.’” Dkt. No. 225, p. 16 (emphasis  
20 added).
- 21 • “Plaintiffs’ allege City Defendants have ‘unlawfully excluded  
22 Plaintiffs, and persons like them, from their right to recreational  
23 opportunities at Palos Verdes Estates...” Yet Plaintiffs offer no  
24 explanation as to how this contention can be resolved on a class-wide  
25 basis.” *Id.*, at p. 18 (emphasis added).
- 26 • “Thus, Plaintiffs’ own evidence indicates no ‘common answer’ can be  
27 elicited from the putative class members regarding their Equal  
28 Protection Claim.” *Id.*

By way of further example, in granting the City Defendants’ Motion for

Summary Judgment, the Court articulated the following clear reasons:

- “Moreover, while investigating and prosecuting instances of harassment could certainly have a deterrent effect on the practice, it is a paradigmatic logical fallacy to equate lack of prevention with causation.” Dkt. No. 545, p. 13 (emphasis added).
- “Plaintiffs offer no support for a finding that the requested relief would redress, or indeed have any effect, on these types of discrimination. As such, CPRI does not have standing to allege claims based on racial or gender discrimination.” *Id.*, p. 14.
- “CPRI does not include or identify a single member that is representative of its claims, and thus the Court cannot determine whether or not its members would otherwise have standing to sue in their own right. Alleging facts general to the organization, as CPRI does here, is insufficient to meet this requirement. Even assuming it satisfies the other requirements, CPRI’s claim of associational standing must fail.” *Id.*
- “Moreover, it is far from clear that the record suggests a true failure to investigate actually occurred; Reed was discouraged from conducting a citizen’s arrest, but was asked and obliged when she wanted to file a police report. More tellingly, Reed’s complaint did eventually result in an investigation and arrest, even if both occurred later than Reed would have liked.” *Id.*, p. 16 (emphasis added, citations omitted).
- “Spencer’s claim of discriminatory conduct based on failure to investigate is even less convincing.” Spencer admits that the PVEPD was responsive to his requests to provide extra patrols, and that he did not ask to file a police report or follow up on the incident that occurred when he was surfing...Without evidence that shows the officers observed and ignored clear criminal conduct, or rejected Spencer’s

1 express intent to instigate an investigation into the matter, *it cannot be*  
2 *said that a failure to investigate occurred.*” *Id.* (emphasis added,  
3 citations omitted).

- 4 • “A City’s failure to effectively address certain crimes does not mean it is  
5 complicit in those crimes, and *any evidence that would support the*  
6 *latter is either extremely weak or nonexistent.*” *Id.*, p. 17 (emphasis  
7 added).
- 8 • Most importantly, *the record is notoriously* absent of any examples  
9 that would demonstrate that a PVEPD officer or representative of the  
10 city had actual knowledge of a specific incident or crime and failed to  
11 investigate or follow up on this crime. *Without showing that a failure*  
12 *to investigate has happened repeatedly, Plaintiffs’ cannot even begin to*  
13 *argue that such failure is a ‘custom, policy, or practice’ of the City.*  
14 *On this ground alone, Plaintiffs’ Equal Protection Claim must fail.*”  
15 *Id.* (emphasis added).

16 The conclusion from the Order granting the City Defendants’ Motion for  
17 Summary Judgment supports the award of costs:

18 Plaintiffs’ Equal Protection Claim has a number of deficiencies,  
19 including: 1) CPRI’s lack of standing to bring claims of racial  
20 and gender discrimination; 2) lack of a causal nexus between  
21 the claims of discriminatory traffic enforcement and the alleged  
22 injuries; 3) lack of evidence that would demonstrate that a  
23 discriminatory failure to investigate occurred against Plaintiffs;  
24 and 4) lack of evidence that would demonstrate that such  
25 discriminatory failure to investigate is a custom, policy, or  
26 practice of the City. As no reasonable jury could find that  
Plaintiffs’ equal protection rights were violated, Plaintiffs’ Equal  
Protection Claim must be wiped out. Accordingly, the Court  
**GRANTS** City Defendants’ Motion.

27 Dkt. No. 545, p. 17 (emphasis in original). Here, the issues were not close; the  
28 Court found at both the class certification phase and the summary judgment phase

1 that there were no close issues in ruling in favor of the City Defendants, identifying  
2 numerous grounds upon which to deny certification and upon which to grant  
3 summary judgment. Based on the lack of merit in Plaintiffs' claims reflected in the  
4 Court's Orders (Dkt. Nos. 225, 545), the City Defendants should be awarded costs  
5 as the prevailing party.

6 2. The fact that an action happens to involve civil rights does not  
7 preclude an award of costs

8 Plaintiffs contend that costs should not be awarded because they brought a  
9 civil rights lawsuit. This is an incorrect statement of the law. This circuit notes,  
10 "[w]e do not mean to suggest that the presumption in favor of awarding costs to  
11 prevailing parties does not apply to defendants in civil rights actions." *Association*  
12 *of Mexican-American Educators v. State of California*, 231 F.3d 572, 593 (9th Cir.  
13 2000). Moreover, it is clear that Plaintiffs' action was not and never has been based  
14 on race or gender discrimination, as they dubiously claim. *See* Dkt. No. 581-1, p.  
15 6-7. By their own admission, Plaintiffs described their proposed class as follows:

16 All visiting beachgoers to Lunada Bay who do not live in Palos  
17 Verdes Estates, as well as those who have been **deterred** from  
18 visiting Lunada Bay because of the Bay Boys' actions, the  
19 Individual Defendants' actions, the City of PVE's actions and  
20 inaction, and Defendant Chief of Police Kepley's action and  
21 inaction, and **subsequently denied during the Liability**  
22 **Period**, and/or are **currently being denied**, on the basis of  
23 them living outside of the City of PVE, full and equal  
24 enjoyment of rights under the state and federal constitution, to  
25 services, facilities, privileges, advantages, and/or recreational  
26 opportunities at Lunada Bay. For purposes of this class,  
27 "visiting beachgoers" includes all persons who do not reside in  
28 the City of PVE, and who are not members of the Bay Boys,  
but want lawful, safe, and secure access to Lunada Bay to  
engage in recreational activities, including, but not limited to,  
surfers, boaters, sunbathers, fisherman, picnickers,  
kneeboarders, stand-up paddle boarders, boogie boarders,  
bodysurfers, windsurfers, kite surfers, kayakers, walkers, dog

1 walkers, hikers, beachcombers, photographers, and sightseers.  
2 Dkt. No. 225, p. 4 (bold in original, underlined added). Nothing about Plaintiffs’  
3 putative class action involved gender or race discrimination. Once the Court denied  
4 certification, the action was reduced to two individual claims of violations of Equal  
5 Protection and a non-profit’s similar claim. Plaintiffs themselves framed this action  
6 in terms of treatment of residents versus non-residents visiting Lunada Bay; again,  
7 race and gender discrimination were never been implicated in this action *until*  
8 Plaintiffs made such arguments for the first time in their opposition to the City  
9 Defendants’ Motion for Summary Judgment. The Court disregarded these  
10 unsupported contentions, noting the following:

11 Aside from violating the long-standing rule against raising new  
12 legal theories in an opposition to summary judgment, *see*  
13 *Coleman v. Quaker Oats Co.*, 232 F.3d 1271, 1292 (9th Cir.  
14 2000), Plaintiffs offer no support for a finding that the  
15 requested relief would redress, or indeed have any effect, on  
16 these types of discrimination. As such, CPRI does not have  
standing to allege claims based on racial or gender  
discrimination.

17 Dkt. No. 545, p. 14. Plaintiffs delve into race and gender discrimination in support  
18 of their “beach access” contentions, while ignoring the fact that such discrimination  
19 was never a concern of Plaintiffs until the City Defendants moved for summary  
20 judgment. *Id.*

21 Importantly, Plaintiffs omit the fact that they sought \$50 million in damages  
22 in connection with their lawsuit. *See* Dkt. No. 225, p. 9-10, 22-23 (Court noting  
23 Plaintiffs’ expert “...not only fails to offer any support as to how he arrived at these  
24 figures [\$50 million damage claim calculated at \$50 to \$80 per person per visit], but  
25 also fails to tie these numbers to the claims of the putative class members”). Thus,  
26 the idea that Plaintiffs brought this lawsuit solely for the purposes of providing  
27 beach access is contradicted by Plaintiffs’ own filings in this action. Finally,  
28 Plaintiffs omitted their cited evidence from the record before the Clerk, and their

1 reliance on such evidence violates L.R. 54-8. In sum, Plaintiffs fail to demonstrate  
2 that their action was of “substantial public importance.”

3           3. Plaintiffs fail to demonstrate indigence or that the award of costs  
4 will chill future litigation

5 Plaintiffs also contend that costs should not be awarded because Plaintiffs  
6 have limited financial resources, which they allege will “chill the protection of civil  
7 rights.” Plaintiffs assert that they did not bring this case out of self-interest, yet fail  
8 to acknowledge their \$50 million damage claim that accompanied their lawsuit,  
9 which this Court ultimately denied. *See* Dkt. No. 225, p. 9-10, 22-23.  
10 Notwithstanding that damage claim, Plaintiffs fail to substantiate their allegation  
11 that awarding costs of less than \$24,000 will have a chilling effect. Pointedly, no  
12 evidence exists to support or substantiate their argument. They merely point to the  
13 fact that Plaintiffs consist of two individuals and a non-profit organization, and  
14 provide no further explanation, justification, analysis, or legal authority to support  
15 their Motion. A losing plaintiff must articulate specific reasons to deviate from the  
16 presumption in favor of costs; absent such reasons, costs should be awarded to the  
17 prevailing party. For example, in Plaintiffs’ cited case *Stanley v. University of*  
18 *Southern California*, 178, F.3d 1069, 1079-1080 (9th Cir. 1999), the losing plaintiff  
19 presented arguments and evidence that requiring her to pay costs would render her  
20 indigent, since indigency is a factor considered by courts in deciding whether to  
21 award costs. In *Escriba*, the losing plaintiff presented argument and evidence of  
22 indigency if forced to pay costs, disclosing to the court that the proposed costs  
23 award would exceed her earned average of \$11,622 per year. 743 F.3d at 1248.  
24 The Ninth Circuit has also recognized that indigency alone does not exempt a  
25 losing plaintiff from paying costs. *See Draper v. Rosario*, 836 F.3d 1072, 1087  
26 (9th Cir. 2016) (proceeding in forma pauperis does not alone exempt a losing  
27 plaintiff from paying costs to the prevailing party).

28           Stating Plaintiffs’ hopes or goals with this lawsuit falls short of the required



1 evidence to overcome the presumption in favor of awarding costs. Plaintiffs  
2 effectively offer only the bare assertion that the award of costs will have a chilling  
3 effect. In evaluating whether an award of costs will actually have a chilling effect  
4 on future litigation, courts look to both the amount of the costs award and an  
5 analysis of said costs award with the losing plaintiff's financial condition. *See*  
6 *Escriba, supra*, 743 F.3d at 1248 (Only by comparing the costs award versus the  
7 losing plaintiff's specific financial condition was the court able to analyze any  
8 chilling effect); *see Association of Mexican-American Educators, supra*, 31 F.3d at  
9 593 (Court denied \$216,443.67 in costs award). Because Plaintiffs fail to furnish  
10 any specific information regarding their respective financial conditions, their  
11 arguments regarding any purported chilling effect are rendered purely speculative.  
12 Moreover, comparing the amount of costs presently at issue (i.e., \$23,119.11)  
13 against amounts deemed chilling (e.g., in excess of \$200,000) provides an objective  
14 metric that supports the award of costs to the City Defendants. Plaintiffs' Motion  
15 should be denied, since Plaintiffs do not articulate a valid reason to deviate from the  
16 presumption under Rule 54, nor do Plaintiffs provide the necessary evidence to  
17 support such unsupported arguments.

18 Finally, the City Defendants have simply availed themselves of legal  
19 remedies as the prevailing party in this action<sup>1</sup>. It is unsettling that Plaintiffs would  
20 allege—and that their counsel would approve of—the statement that “[t]he City  
21 Defendants are attempting to silence critics by seeking costs against victims of civil  
22

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23 <sup>1</sup> Plaintiffs allude to disparity in wealth between the City Defendants and Plaintiffs,  
24 and the City Defendants ability to pay their own costs in the introduction to the  
25 Motion as a basis for denying costs. *See* Dkt. No. 581-1, 2:5-9. Plaintiffs do not  
26 provide any further analysis on these issues. However, it bears noting that these  
27 arguments fails as a matter of law. “It is improper to deny costs based on the  
28 prevailing party’s ability to pay its own costs...; the losing party’s ‘good faith’...;  
[or] disparity in wealth between the parties...” *Mformation Technologies, Inc. v.*  
*Research in Motion Ltd.*, 2012 WL 6025746, \*2 (N.D. Cal. 2012).

1 rights violations.” Dkt. No. 581-1, 9:14-15. Foremost, the Court determined that  
2 there were no civil rights violations that occurred in this case, as evidenced by the  
3 Order granting the City Defendants’ Motion for Summary Judgment. *See* Dkt. No.  
4 545. Thus, Plaintiffs’ statement is factually incorrect. More importantly, to levy  
5 such a serious allegation without any supporting evidence borders on abusive  
6 litigation tactics that should not be tolerated by the Court. *See Golden Eagle*  
7 *Distributing Corp. v. Burroughs Corp.*, 801 F.2d 1531, 1542 (9th Cir. 1986) (“A  
8 lawyer should not be able to proceed with impunity in real or feigned ignorance of  
9 authorities which render his argument meritless”). Even in view of these  
10 unfounded allegations, the result is the same—no good cause or evidence supports  
11 this Motion, and it should be denied.

12 As with the entirety of their Motion, Plaintiffs once again rely on evidence  
13 that was not placed in the record before the Clerk, which provides further basis for  
14 denying their Motion.

15 4. Plaintiffs’ “positive change” contentions are irrelevant in  
16 deciding whether to award costs, and were absent from the  
record before the Clerk in violation of L.R. 54-8

17 Plaintiffs remain consistent throughout their Motion with respect to their  
18 violations of L.R. 54-8, particularly regarding their “positive change” contentions.  
19 None of the arguments or evidence presented were made part of the record before  
20 the Clerk, in violation of L.R. 54-8. Accordingly, such improper evidence and  
21 argument should be disregarded by the Court in ruling on this Motion.  
22 Furthermore, Plaintiffs offer no legal authority for the proposition that alleged  
23 “positive change” can overcome the presumption in favor of costs.

24 Notably, much of the credit for “positive change” that Plaintiffs attempt to  
25 garner for themselves occurred in connection with enhanced police action to  
26 address localism that *predated* incidents involving Plaintiffs and the filing of their  
27 lawsuit. The following, as noted in the Court’s Order on the City Defendants’  
28 Motion for Summary Judgment (Dkt. No. 545), are exemplary:

- 1           • The City of Palos Verdes Estates passed two written ordinances to  
2           address localism. *Id.*, p. 8.
- 3           • In May 2015, Chief Kepley assigned extra patrols to Lunada Bay at  
4           least through October 10, 2016, and resulted in 400-500 police patrols  
5           of the bluff and surf at Lunada Bay. *Id.*
- 6           • Chief Kepley identified measures to combat localism after educating  
7           himself on the subject, and on May 15, 2015, and issued a written  
8           memorandum to the City Council and the Mayor. *Id.*
- 9           • Chief Kepley explicitly directed police captains to active engage  
10          surfers and advise that the City would not tolerate harassment. *Id.*
- 11          • Chief Kepley engage the community to address localism, and also  
12          reached out to other law enforcement agencies to obtain insight/advice  
13          on the issue. *Id.*, p. 9.
- 14          • The City Defendants distributed hundreds of cardboard fliers to  
15          combat localism and parked a patrol car at Lunada Bay with LED  
16          display that called for anyone to report harassment/incidents, despite  
17          the limited budget and staffing allocated to the police department. *Id.*

18       Thus, efforts to combat localism were well underway prior to the filing of  
19       Plaintiffs' lawsuit. There is no causal relationship between the filing of Plaintiffs'  
20       lawsuit and the *continued* efforts by the City Defendants to combat localism that  
21       were enhanced at least by May 2015—nearly one year prior to the filing of the  
22       instant action. Plaintiffs' arguments on this subject do not overcome the  
23       presumption in favor of awarding costs, and their Motion should be denied on this  
24       further basis.

#### 25       **IV. PLAINTIFFS DID NOT SUBSTANTIVELY COMPLY WITH L.R. 7-3**

26       The City Defendants acknowledge that some courts in this district deem the  
27       L.R. 7-3 conference of counsel requirement inapplicable to motions to retax costs  
28

1 under L.R. 54-8. *See Mulligan v. Yang*, 2017 WL 826909, \*1 (C.D. Cal. Mar. 2,  
2 2017). Nevertheless, Plaintiffs’ counsel elected to engage counsel for the City  
3 Defendants’ in meet and confer efforts regarding their Motion. *See* Declaration of  
4 Antoinette P. Hewitt (“Hewitt Decl.”) ¶ 2. However, Plaintiffs’ counsel failed to  
5 actually meet and confer, as “...Local Rule 7-3 requires a moving party to (1)  
6 affirmatively reach out to opposing counsel about an impending motion, (2)  
7 thoroughly discuss the substantive issues raised by the contemplated motion, and  
8 (3) make a good faith, fully-informed effort to reach a resolution.” *Vape Society*  
9 *Supply Corp v. Zeiadeh*, 2017 WL 2919080, \*2 (C.D. Cal. Feb. 6, 2017) (emphasis  
10 added). Plaintiffs’ Notice (Dkt. No. 581) incorrectly complains about a two-  
11 business day delay in conducting the conference of counsel. Plaintiffs misstate the  
12 facts. Plaintiffs’ counsel sent their first request to meet and confer on Friday, April  
13 27, 2018 at 3:41 p.m.—effectively the close of the business day. *See* Exhibit 1,  
14 Hewitt Decl. ¶ 2. By the *next* business day, Monday, April 30, 2018, counsel for  
15 the City Defendants participated in the conference of counsel. *Id.*, ¶¶ 2-3.  
16 Plaintiffs’ counsel never voiced any complaints until the filing of their Motion,  
17 likely because the conference of counsel occurred within a reasonable time period.

18 During the first conference of counsel, Plaintiffs’ counsel, Lisa Pooley, stated  
19 that the motion to retax costs would be based on their assertion that (1) the City  
20 Defendants were not a prevailing party and (2) this action was an important civil  
21 rights case that Ms. Pooley believed would be overturned on appeal. *See* Hewitt  
22 Decl. ¶ 3. Ms. Pooley also appeared to imply that it was unfair to seek costs from a  
23 non-profit organization and two individuals. *Id.* No further information was  
24 disclosed from Ms. Pooley regarding the substantive issues to be raised by the  
25 contemplated motion. *Id.* Based on that limited information, counsel for the City  
26 Defendants communicated the intention to oppose such a motion. *Id.*, ¶ 4.

27 Due to the dearth of information disclosed, counsel for the City Defendants  
28 requested a subsequent conference of counsel to determine whether Plaintiffs

1 intended to argue indigency in their Motion. *See* Hewitt Decl. ¶ 5. However, the  
2 the subsequent conference of counsel provided little to no detail regarding  
3 substantive details sought by counsel for the City Defendants. *See., e.g., Id.,* ¶¶ 6-  
4 10.

5 Because Plaintiffs' counsel could not provide specifics on the substantive  
6 issues that would be raised in the motion to retax costs, the basis for opposition  
7 remained to be determined, as opposition necessarily depends on the substantive  
8 basis for Plaintiffs' Motion. *See* Hewitt Decl. ¶ 11. At that point, Plaintiffs'  
9 counsel terminated the telephone conference. *Id.,* ¶ 12. Plaintiffs' counsel also  
10 never advised the City Defendants that they intended to file *new* evidence in  
11 support of their Motion. *Id.,* ¶ 13. The inability of Plaintiffs' counsel to  
12 substantively meet and confer days prior to filing serves to highlight the lack of  
13 good cause in said Motion. The conduct of Plaintiffs' counsel underscores the  
14 shortcomings of their Motion, and supports denial thereof.

15  
16 **V. CONCLUSION**

17 For the foregoing reasons, the City Defendants request that the Court deny  
18 Plaintiffs' Motion, and allow the City Defendants to recover costs awarded by the  
19 Clerk.

20  
21 Dated: May 11, 2018

KUTAK ROCK LLP

22  
23 By: /s/ Jacob Song

24 Edwin J. Richards  
25 Antoinette P. Hewitt  
26 Christopher D. Glos  
27 Jacob Song  
28 Attorneys for Defendants  
CITY OF PALOS VERDES ESTATES  
and CHIEF OF POLICE JEFF KEPLEY